

paying its indebtedness, said bonds to be payable in such amounts and at such times as the said board of education shall determine, with interest not exceeding ten (10) per cent. per annum, which said bonds shall be signed by the president of said board, and attested by the clerk thereof.

SEC. 2. Said board are hereby authorized to negotiate said bonds and apply the proceeds thereof to the purposes expressed in the provisions of the foregoing section.

SEC. 3. Taxes for the payment of these bonds, and the interest thereon, shall be provided for as other debts of said district.

SEC. 4. This act shall take effect and be in force from and after its passage.

Approved February 28, 1877.

## CHAPTER 65.

AN ACT TO AUTHORIZE THE CITY OF RED WING TO COMPROMISE CERTAIN LITIGATION NOW PENDING, AND FOR THAT PURPOSE TO ISSUE THE BONDS OF SAID CITY.

*Be it enacted by the Legislature of the State of Minnesota:*

SECTION 1. That the city of Red Wing be and hereby is authorized and empowered to compromise and settle upon such terms and conditions as to the mayors and council of said city shall seem judicious, any claim which the St. Paul and Chicago Railway Company or its assigns have or claim to have against said city, now the subject of litigation in the action of Jesse M. Hodgman against the city of Red Wing—The St. Paul and Chicago Railway Company and others, pending in the courts of this State, and to consummate such settlement, (if made,) to issue the bonds of said city, with coupons, to an amount not exceeding forty-five thousand dollars (\$45,000).

SEC. 2. Said bonds shall bear date April first (1st), one thousand eight hundred and seventy-seven (1877), and be issued in sums of not less than one hundred dollars (\$100) each, payable at the First National Bank of Red Wing, in aggregate amounts of five thousand dollars (\$5,000) annually, in one (1), two (2), three (3), four (4), five (5), six (6), seven (7), eight (8) and nine (9) years after date, with interest not exceeding six (6) per cent. per annum, payable annually, which said bonds and coupons shall be signed by the mayor, and countersigned by the city recorder of said city, and said bonds shall have affixed thereto the corporate seal of said city.

SEC. 3. The mayor and council of said city are hereby required, on or before the first (1st) day of September, A. D. one thousand eight hundred and seventy-seven (1877), and of each and every year thereafter, until the payment of said bonds and coupons shall have been fully provided for, to levy, and in due form to certify to the county auditor of Goodhue county a tax upon the taxable property of said city, equal to the amount of principal and interest, maturing on the first (1st) day of April next thereafter, and in the discretion of said mayor and council such further sum, not exceeding twenty-five (25) per cent. of such maturing bonds and coupons, as said mayor and council may deem expedient, which taxes so levied shall be collected in money, and shall constitute a fund for and be exclusively applied to the payment of said bonds and coupons, until the same are fully paid and satisfied, after which the surplus, if any, may be used and applied by said city authorities to any other purpose in their discretion.

SEC. 4. This act shall take effect from and after its passage.

Approved February 14, 1877.

## CHAPTER 66.

AN ACT TO AUTHORIZE THE MINNEAPOLIS GAS LIGHT COMPANY TO ISSUE AND NEGOTIATE ITS BONDS.

*Be it enacted by the Legislature of the State of Minnesota:*

SECTION 1. The Minneapolis Gas Light Company is hereby authorized to issue and negotiate the bonds of the said company to the amount of one hundred and twenty-five thousand dollars, (\$125,000), payable not more than fifteen (15) years from the date thereof, and bearing interest at the rate of ten (10) per cent. per annum, payable semi-annually; and to secure the payment thereof by mortgage or deed of trust of the real, personal, and mixed property of said company, and upon its franchises; which said mortgage or deed of trust may be made to one or more trustees for the bondholders. Said mortgage or deed of trust shall be recorded in the office of the register of deeds of Hennepin county, and when so recorded shall have the same effect as to notice, and in all other respects, to the personal and mixed property as to the real estate covered by them.

SEC. 2. Upon default in the payment of said bonds, or any part of them, or of the interest thereof, said mortgage or deed of trust may be foreclosed by action in the proper district or other court